

Department of Energy

Post Office Box 2567 Grand Junction, Colorado 81502-2567

April 23, 1986

Mr. George Warnock, President Todilto Exploration & Development Corp. 3810 Academy Parkway South N.E. Albuquerque, NM 87109

Dear Mr. Warnock:

This is in reply to your letter of April 18, 1986 requesting relief from the minimum annual royalty for the lease year beginning July 23, 1986.

Your request for relief from that royalty and time period is hereby granted for Lease No. AT(05-1)-ML-60.8-NM-B-1.

Please note the granting of this relief is only for the period July 23, 1986 to July 23, 1987. Any extension of time beyond that will require an additional application and must be received in this office prior to 30 calendar days before expiration.

Very truly yours,

George R. Grandbouche Contracting Officer's Representative

WARNOCK.GG-grandbouche-1/A

Grandbouche/17

Little 22 444 186 Ivet -//